

Historic, Archive Document

Do not assume content reflects current scientific knowledge, policies, or practices.

AD-33 Bookplate
(1-63)

NATIONAL

**A
G
R
I
C
U
L
T
U
R
A
L**



LIBRARY A280.3449

215723

C39

A280.3449
C3F
Cp2

MILK MARKET INFORMATION
CHATTANOOGA TENNESSEE MARKETING AREA
August 1956

Volume 1

Number 1

Released Pursuant to § 1000.27 (j) and § 1000.85, USDA-AMS
Federal Order No. 100, 114 Osborne Bldg., Chattanooga 11, Tennessee
J. B. McCroskey, Market Administrator

The federal order for the Chattanooga, Tennessee Marketing Area became effective August 1st for reporting purposes and was fully effective on September 1st for reporting and pricing. The Market Administrator's Office for the Chattanooga, Tennessee Marketing Area is located in Room 114 Osborne Building, 3756 Ringgold Road, Chattanooga 11, Tennessee.

Mr. J. B. McCroskey was appointed Market Administrator. Mr. McCroskey, who is also Market Administrator for the Knoxville and Nashville Milk Markets, has had several years experience as administrator of various markets throughout the country and has worked with the U.S. Department of Agriculture in Washington. Mr. Ralph C. Garner was appointed as Assistant in charge of the Chattanooga Office. He transferred from the Knoxville Office where he has been working for the past six years.

BASE NOTICE

Each producer for the Chattanooga Marketing Area will have a new base to be used in making payments to such producers during the months of March through July 1957. This base is established during the months of September 1956 through January 1957. The following rules are set forth in Federal Order No. 100 pertaining to the establishment and computation of each producer's base:

"§ 1000.90 Computation of daily average base for each producer. Subject to the rules set forth in § 1000.91, the daily average base for each producer shall be an amount calculated by dividing the total pounds of milk received from such producer at all pool plants during the months of September through January immediately preceding, by the number of days from the first day of delivery by such producer during such months to the last day of January, inclusive, or by 120, whichever is more.

§ 1000.91 Base Rules. The following rules shall apply in connection with the establishment and assignment of bases:

(a) Subject to the provisions of paragraph (b) of this section, the market administrator shall assign a base calculated pursuant to § 1000.90 to each person for whose account producer milk was delivered to pool plants during the months of September through January, and

(b) An entire base shall be transferred from a person holding such base to any other person effective as of the end of any month during which an application for such transfer is received by the market administrator, such application to be on forms approved by the market administrator and signed by the baseholder, or his heirs, and by the person to whom such base is to be transferred: Provided, That if a base is held jointly, the entire base shall be transferrable only upon the receipt of such application signed by all joint holders or their heirs, and by the person to whom such base is to be transferred.

§ 1000.92 Announcement of established bases. On or before March 1 of each year, the market administrator shall notify each producer, and the handler receiving milk from such producer, of the daily average base established by such producer."

SUMMARY OF "DRY RUN" POOL FOR AUGUST 1956, 16 POOL, 4 NON-POOL PLANTS

	Class I		Class II		Total	
	Lbs.	Percent	Lbs.	Percent	Lbs.	Percent
Producer Milk	8643993	86.2	1389106	13.8	10033099	100.0
Other Source and						
Other Order	646778	71.1	263463	28.9	910241	100.0
. Total	9290771	84.9	1652569	15.1	10943340	100.0

PRODUCER SETTLEMENT DATES

The September blend price will be announced on October 10 and payable to producer on October 15. The order provides that the producer will receive a final settlement for the previous month's milk on the 15th of each month. Also, an advance payment or partial settlement will be made on the last day of each month for the milk delivered during the first fifteen days of that month at not less than the Class II price. The industry has indicated it will continue making advances at a flat rate of \$4.00 per hundredweight and all butterfat and deduction adjustments will be made on the final settlement.

ANNOUNCEMENT OF HANDLER CLASS PRICES FOR SEPTEMBER 1956

Class I Price per hundredweight at fluid milk plant for milk containing 4.0 percent butterfat \$5.28

Class I Butterfat Differential per point variation above or below 4.0 percent butterfat (August butter \$0.59462 x 130%) \$0.077

August Quotations Used in Determining the August Basic Formula Price and Butterfat Differential

Average Pay-price Mid-West Condenseries: per hundredweight 3.5%	\$3.081
Average Price 92 Score Butter Chicago Wholesale: per pound	\$0.59462
Average Price Nonfat Dry Milk Spray & Roller: Chicago Area Plants	\$0.14 1/2
Average Price Cheese-Plymouth-Wisconsin: per pound	\$0.33175
Average Pay-price 4 Tenn. Mfg. Plants: per hundredweight 4.0%	\$3.08
Producer Butterfat Differential: (Butter Price x 120%) per 1/10 of 1%	\$0.071
1/ Average per pound \$0.1431	

August Basic Price Computation

Per \$ 1000.50 - Highest of following four alternatives:

(a) Mid-West Condenseries / (Producer Butterfat Differential x 5)	\$3.44	a
(b) (Butter x 6) / (2.4 x Cheese) / 30% x 4	\$3.24	
(c) (Butter x 4 / 20%) / (Powder - 5¢ x 2 x 3.75¢)	\$3.53	

Per \$ 1000.51

(b) (1) Average Pay-price 4 milk Mfg. Plants	\$3.08
Highest or Basic Formula Price (Butter-Powder)	\$3.53

September Class I Minimum Price Computation

August Basic Formula Price	\$3.53
Plus (\$ 1000.51 (a))	\$1.75
Class I Price for September 1956, 4% Butterfat	\$5.28

Class II prices for September will be announced on or before October 6, 1956